1	IN THE UNITED STATES DISTRICT COURT
2	FOR THE DISTRICT OF ALASKA
3	
4	NINILCHIK CHARTERS, LLC,
5	Plaintiff,
6	VS.
7	CATERPILLAR, INC; a Delaware Corporation, Defendant.
8	Case No. A04-0250 CV (JKS)
9	(31.5)
10	
11	DEPOSITION OF MICHAEL FLORES,
12	Pages 1-177, inclusive
13	Commencing at 10:00 a.m.
14	Wednesday, November 9, 2005
15	Anchorage, Alaska
16	
17	
18	Alaska Stenotype Reporters
19	511 West Ninth Avenue Anchorage, AK 99501-3520
20	Serving Waska Since 1953
21	Rick D. McWilliams, RPR, Ret. Telephone 907.276.1680
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23	
24	
25	ORIGINA.

1	IN THE UNITED STATES DISTRICT COURT
2	FOR THE DISTRICT OF ALASKA
3	
4	NINILCHIK CHARTERS, LLC, Plaintiff,
5	vs.
6	CATERPILLAR, INC; a Delaware
7	Corporation, Defendant.
8 9	Case No. A04-0250 CV (JKS)
10	DEPOSITION OF MICHAEL FLORES,
11	taken on behalf of the defendant, pursuant to notice, at
12	the law offices of Hughes, Bauman, Pfiffner, Gorski and
13	Seedorf, 3900 C Street, Suite 1001, Anchorage, Alaska
14	before Rosie S. Scott, Certified Shorthand Reporter for
15	Alaska Stenotype Reporters and Notary Public for the
16	State of Alaska.
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3	For the Plaintiff:	DAVIS AND DAVIS By: Leonard R. Anderson
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17	Reported By:	Rosie S. Scott, Certified Shorthand Reporter
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1	I-N-D-E-X	
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3	EXAMINATION BY:	PAGE
4		21102
5	Mr. Bir	5
6	Mr. Anderson	
7	Further by Mr. Bir	
8		
9		
10		
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- 1 serial number for that?
- 2 A. Yes.
- MR. ANDERSON: That's the one that's currently
- 4 in it?
- 5 BY MR. BIR:
- % Q. When you bought it.
- 7 A. Yeah, when we bought it, starboard motor is
- 8 01Z06986.
- 9 Q. Now, was that engine under warranty when you
- 110 bought it?
- 111 A. No.
- 12 Q. It was not?
- 13 A. It was not.
- Q. So there was no warranty applicable to that
- 15 engine?
- 16 A. Correct, no warranty from Caterpillar, nothing
- in paperwork.
- 18 Q. Ókay. When you say "nothing in paperwork," was
- 19 there any warranty applicable to that engine at all, from
- anybody, that you're aware of?
- A. Not that we were given.
- Q. Did Dustin Clark give you a warranty on that
- engine?
- 24 A. No.
- Q. To the best of your knowledge, there was no

- warranty at all applicable to that engine?
- 2 A. Correct.
- Q. You had mentioned that the ARCTIC ENDEAVOR,
- 4 when it was still owned and in the possession of
- 5 Dustin Clark, had sunk, in 1994?
- A. No. It had sunk. I don't know if he was in
- 7 possession of it.
- Q. Okay.
- 9 A. I don't know when he bought the boat.
- 10 Q. But it was a 1978, I believe, the vessel?
- 11 A. Correct.
- 12 O. So when you purchased the boat from Mr. Clark,
- he informed you that it had sunk?
- 14 A. Correct.
- 15 O. Did he tell you how he knew that?
- 16 A. It's in the documentation that we have on board
- 17 the boat.
- 18 Q. Oh, it is in the documentation?
- 19 A. Correct.
- Q. And although we'll get a chance to look at that
- 21 documentation later on, from the best of your
- recollection, can you tell me what is in that
- 23 documentation? Or is there anything in that
- 24 documentation that tells you why or how the boat sunk?
- 25 A. No. I was told how it sunk. But there's

- some enemies and probably some decent friends in the
- 2 business.
- 3 Did you try to work out with any other charter
- 4 boats maybe referring customers, or does it just not work
- 5 like that?
- 6 A. It does work like that. But to give an idea,
- 7 in August, like when the boat broke down, The Fish House
- 8 books for 60 boats. There's no space for the rest of the
- 9 month. Everybody is full.
- 10 O. So it's not a matter of -- there just wasn't
- 11 any availability?
- 12 A. No. We'd much rather deal with not catching
- any fish than deal with 12 pissed off people every day,
- 14 telling them the boat is broken, and they're not going
- 15 fishing, because I can't reschedule them, we can't find a
- 16 boat for them. It's not a pretty deal.
- 17 Q. Right. Okay. Just to confirm, in your
- 18 discovery responses, I believe in response to the damages
- 19 that you're seeking in this lawsuit, you are looking to
- 20 recover the cost of replacing the failed 3208; is that
- 21 correct?
- 22 A. Correct.
- Q. So that's roughly \$15,000 that you had to pay
- 24 Wilke's to do that overhaul; is that correct?
- 25 A. Right.

- Q. And then you're seeking \$60,000 in lost profits
- for the time period that the boat was down; is that
- 3 correct?
- 4 A. That's correct.
- 5 Q. So we have \$15,000 for the replacement cost,
- and \$60,000 for lost profits, and that's the only damages
- 7 you're seeking in this lawsuit, correct, that you're
- 8 aware of at this point?
- 9 MR. ANDERSON: I mean, if that's what you're
- 10 aware of.
- 11 THE WITNESS: Yeah, that sounds correct.
- 12 BY MR. BIR:
- Q. Okay. When the engine failed on August 10th,
- 14 did it cause any damage to any other part of the boat?
- 15 A. As far as?
- 16 Q. As far --
- 17 A. No. It didn't go through the hull or anything
- 18 like that.
- 19 Q. So it didn't cause any damage to any part of
- 20 the boat?
- 21 A. There's no structural damage.
- Q. Okay. Aside from the block breaking and the
- shaft breaking, did it cause any damage to any part of
- the engine, that you're aware of?
- A. What do you mean?

Т	REPORTER'S CERTIFICATE
2	I, ROSIE S. SCOTT, CSR, hereby certify:
3	That I am a Certified Shorthand Reporter
4	for Alaska Stenotype Reporters and Notary Public for the
5	State of Alaska; that the foregoing proceedings were
6	taken by me in computerized machine shorthand and
7	thereafter transcribed by me; that the transcript
8	constitutes a full, true and correct record of said
9	proceedings taken on the date and time indicated therein.
10	Further, that I am a disinterested person to
11	said action.
12	IN WITNESS WHEREOF, I have hereunto
13	subscribed my hand and affixed my official seal this
14	47 day of 1000mber 2005.
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16	
17	$A_{\alpha} \cdot \langle \langle \langle \langle \langle \rangle \rangle \rangle \rangle$
18	1000 COM
19	ROSIE S. SCOTT Certified Shorthand Reporter
20	My Commission Expires 8/16/08
21	is osles soon
22	NOTARY
23	o PURING
24	OF ALAS
25	** ** *** *** *** *** *** *** *** ***